

Program B: Other Claims Related

Program Authorization: R.S. 39:1527 - 1544

Program Description

The mission of the claims program is to fund the liabilities of the self insurance program of the state as administered by the Office of Risk Management. The Office of Risk Management will provide a cost effective self-insurance program for the state consisting of quality multi-line coverages which equal or exceed coverages available through the private sector.

RESOURCE ALLOCATION FOR THE PROGRAM

	ACTUAL 2001-2002	ACT 13 2002-2003	EXISTING 2002-2003	CONTINUATION 2003-2004	RECOMMENDED 2003-2004	RECOMMENDED OVER/(UNDER) EXISTING
MEANS OF FINANCING:						
STATE GENERAL FUND (Direct)	\$0	\$0	\$0	\$0	\$0	\$0
STATE GENERAL FUND BY:						
Interagency Transfers	0	84,748,240	84,748,240	110,423,210	125,109,851	40,361,611
Fees & Self-gen. Revenues	158,443,094	0	16,967,220	16,967,220	2,280,579	(14,686,641)
Statutory Dedications	0	10,000,000	10,000,000	10,000,000	10,000,000	0
Interim Emergency Board	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
TOTAL MEANS OF FINANCING	\$158,443,094	\$94,748,240	\$111,715,460	\$137,390,430	\$137,390,430	\$25,674,970
EXPENDITURES & REQUEST:						
Salaries	\$0	\$0	\$0	\$0	\$0	\$0
Other Compensation	0	0	0	0	0	0
Related Benefits	0	0	0	0	0	0
Total Operating Expenses	0	0	0	0	0	0
Professional Services	547,816	515,001	515,001	515,001	515,001	0
Total Other Charges	157,895,278	94,233,239	111,200,459	136,875,429	136,875,429	25,674,970
Total Acq. & Major Repairs	0	0	0	0	0	0
TOTAL EXPENDITURES AND REQUEST	\$158,443,094	\$94,748,240	\$111,715,460	\$137,390,430	\$137,390,430	\$25,674,970
AUTHORIZED FULL-TIME EQUIVALENTS: Classified	0	0	0	0	0	0
Unclassified	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

SOURCE OF FUNDING

This program is funded from Interagency Transfers derived from premiums billed for insurance provided by this office and from interest earnings from the self insurance fund. A Statutory Dedication for future medical care fund.State and Quasi-State agencies obtain insurance from the Office of Risk Management.

	ACTUAL	ACT 13	EXISTING	CONTINUATION	RECOMMENDED	RECOMMENDED
	2001-2002	2002-2003	2002-2003	2003-2004	2003-2004	OVER/(UNDER)
						EXISTING
Future Medical Care Fund	\$0	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$0

MAJOR FINANCIAL CHANGES

GENERAL FUND	TOTAL	T.O.	DESCRIPTION
\$0	\$94,748,240	0	ACT 13 FISCAL YEAR 2002-2003
			BA-7 TRANSACTIONS:
\$0	\$16,967,220	0	Deficit Elimination Funds
\$0	\$111,715,460	0	EXISTING OPERATING BUDGET - December 2, 2002
\$0	\$25,674,970	0	Other Adjustments - Additional claims payment expense
\$0	\$137,390,430	0	TOTAL RECOMMENDED
\$0	\$0	0	LESS GOVERNOR'S SUPPLEMENTARY RECOMMENDATIONS
\$0	\$137,390,430	0	BASE EXECUTIVE BUDGET FISCAL YEAR 2003-2004
			SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE:
\$0	\$0	0	None
\$0	\$0	0	TOTAL SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE
\$0	\$137,390,430	0	GRAND TOTAL RECOMMENDED

PROFESSIONAL SERVICES

\$240,000	Corvel Corporation Professional Services Contract
\$250,000	Elevator Technical Services Professional Services Contract
\$25,001	FARA Healthcare Management Professional Services Contract
\$515,001	TOTAL PROFESSIONAL SERVICES

OTHER CHARGES

\$131,775,429	Funding for additional claims payments
\$2,000,000	Contract adjusters needed to assess claim payments
\$3,000,000	Expenditures for expert witnesses needed to testify in court cases and settlement of claims
\$100,000	Expenditures for recoveries needed to

\$136,875,429	SUB-TOTAL OTHER CHARGES
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\$136,875,429	TOTAL OTHER CHARGES
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ACQUISITIONS AND MAJOR REPAIRS

This program does not have funding recommended for Acquisitions and Major Repairs for Fiscal Year 2003-2004.